

GOVERNMENT OF ANDHRA PRADESH  
**ABSTRACT**

Home Department - Attachment of Properties in respect of Sri K.Srinivasula Reddy, Managing Director M/s. Sree Virat Marketing, at Premises no.6-3-662/13/A, II Phase, Sri Sai Nilayam, near Red Rose Restaurant, Erramanzil Colony, Khairatabad, Hyderabad and his legal heirs— Ad-interim orders – Issued.

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HOME (GENERAL.B)DEPARTMENT

**G.O.Ms.No.** 159

**Dated:27.09.2012**

**Read the following:-**

1. G.O.Ms.No.349, Home (Genl.B) Dept., dt.29.12.1999.
2. From the Commissioner of Police, Hyderabad, Letter C.No.L&O/M2/5674/2011, dated 17-04-2012 with it enclosures.
3. Gov.Memo No.11549/Genl.B/A2/2012, dated:16-05-2012.
4. From the Commissioner of Police, Hyderabad, Letter C.No.L&O/M2/5674/2012, dated: 10-07-2012 with it enclosures.

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**ORDER:**

Whereas, in the G.O. 1<sup>st</sup> read above, orders were issued appointing all the District Magistrates and Commissioners of Police of Hyderabad, Visakhapatnam and Vijayawada Cities, as “Competent Authority” in exercise of the powers conferred by sub-section (1) of section 4 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 ( Andhra Pradesh Act.No.17 of 1999) to exercise control over the properties attached by the Government under section 3 of the said Act and such other powers attached by the Government under the said Act and discharge such other functions as may be prescribed under sub-section (2) of section 4 of the said Act, within their respective jurisdictions and the Commissioner of Police, Hyderabad is one among the others.

2. And whereas, in the letter 2<sup>nd</sup> read above, upon the complainant lodged by one Smt. I.Vijaya Sravanthi, W/o. N.Lakshmi Bhasker, R/o. Flat No.104, Highness Residency, Deverakonda Basthi, Banjara hills, Hyderabad, in which she stated that, she contacted Mr.K.Srinivasula Reddy, Occ:Managing Director and Mr.Raghu, Member of M/s.Sree Virat Marketing through website [www.virat.biz](http://www.virat.biz) regarding investments of money and they promised that, they would pay 20% returns per month on invested amount. The complainant and her husband collected money from their relatives and deposited Rs.14 lakhs on 06-01-2010 and 02-03-2010 in M/s.Sree Virat Marketing company, situated at H.No.6-3-662/B/4, II Floor, Sri Sai Nilayam, Near Red Rose Restaurant, Erramanzil Colony, Hyderabad. On 01-04-2010, Mr. K.Srinivasula Reddy and Mr.Raghu did not lift their phones. On 20-04-2010 both of them informed that, they would return the above said amount by 04-05-2010. Accordingly, on 04-05-2010 when the complainant went to the company office, they were surprised to see that the office was locked. The complainant further stated that, K.Srinivasula

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Reddy also cheated many members by collecting huge money from them. She requested to take necessary action against K.Srinivasula Reddy and a case was registered in Cr.No.404/2010, under section 420 of the Indian Penal Code and sec.5 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999, of Panjagutta Police Station, Hyderabad.

3. And whereas, the Commissioner of Police, Hyderabad in the letter 4<sup>th</sup> read above has furnished certain details which are as follows:-

The Panjagutta Police, examined the complainant and her husband and recorded their statements, in which they corroborate with the case facts and submitted the Xerox copies of Agreement for External funding partner in which it was mentioned that the complainant and her husband had deposited an amount of Rs.14 lakhs with the accused company. He also examined the other victims and recorded their detailed statements. The accused had collected more than Rs.45,00,000/- from the above victims. Since the involvement of money is more than Rs.40 lakhs, this case was transferred to C.C.S. and the same was re-registered vide Cr.No.141/2010 under section 420 of the Indian Penal Code and section 5 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 and case file was handed over to the Inspector of Police, WCO Team-II, Central Crime Station, Hyderabad.

4. And whereas, during the time of investigation, the Investigation Officer examined the complainant and (118) other depositors and recorded their detailed statements. So far the deposited amount of depositors is Rs.3.45 crores, still some of the depositors have to be identified and their detailed statements have to be recorded. The Investigating Officer identified about 85 acres of land situated at Tallagudam, Kasaram village of Yadagiri mandal and Alair Village of Alair Mandal of Nalgonda District existing in the name of M/s.Sree Virat Marketing.

5. And whereas, the accused Kovvuru Srinivasula Reddy had established a company on the name of M/s. Sree Virat Marketing at Premises No.6-3-662/13/A, II Phase, Sri Sai Nilayam, near Red Rose Restaurant, Erramanzil Colony, Khairatabad, Hyderabad and had collected amount on various schemes. The accused had initially introduced 24 months scheme and after getting confidence from the depositors, he introduced another scheme of 12 months. For example: If the depositor deposit Rs.1 Lakh, he would get returns of Rs.16,800/- per month for 12 months and other scheme if the customer deposits Rs.1 Lakh he would get Rs.12,750/- per month for 24 months. After depositing amount/cheque by the depositors, the accused executed an agreement for External Funding Partner mentioned the amount deposited and getting the amount per month. The accused also registered mortgaged deed without possession on the name of the depositor for a plot to an extent of 100 yards for Rs.1 lakhs, according to deposited amount at Kacharam and Tallagudam Village of Yadagirigutta Mandal and Alair, Alair Mandal Nalgonda District and the  
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same was registered at SRO Yadagirigutta to get confidence of the depositors. Initially the accused gave high returns to the depositors according to agreement. After getting confidence from the above transactions, more depositors have deposited amount with the accused company. The accused after collecting huge deposits from the gullible depositors wound the company and absconded;

6. And whereas, at the time of investigation, the I.O. identified about 85 acres of land was existing on the name of accused company i.e., Sree Virat Marketing. In this case, section 3 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 provides attachments of properties of accused who defaulted in return/repayment of deposits in cash or kind after maturity or any manner agreed upon.

7. And whereas, in the above circumstances the Commissioner of Police, Hyderabad has requested to issue ad-interim orders under provision of section 3 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999, for attaching the properties detailed in the Annexure. The immovable properties were purchased out of deposits accumulated by the accused person from the gullible depositors. The attachment of properties as per Act will enable to transfer of control over properties to the Competent authority, viz. the Commissioner of Police, Hyderabad City for further action according to law, in the interest of justice.

8. And whereas, it is necessary to seize the properties which are shown at Annexure along with the structures therein as there is no other way to render justice to the victims. According to section 3 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 if the Government is satisfied that such financial establishment is not likely to return the deposits in cash or kind after maturity or in any manner agreed upon the Government may, in order to protect the interests of the depositors of such financial establishments, pass an **ad-interim** order attaching the money or other properties alleged to have been procured by the accused either in the name of financial establishments or in the name of any other person from and out of the deposits collected by the financial establishments.

9. And whereas, the Commissioner of Police, Hyderabad has requested to issue ad-interim orders for the attachments of the properties mentioned in Annexure under section 3 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 and for attachment of properties mentioned under section 8 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 along with the structures therein, in the public interest and justice.

10. And whereas, the above companies / concerns fall under the scope of "Financial Establishments" as defined in clause (C) of section 2 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act 1999, as amended by Andhra Pradesh Act No.12/2003 with effect from 06-11-2003. The above firm is not a  
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banking company and Government does not have any interest of control over the same. As the said concern failed to repay the amounts to subscribers and collected huge amount from public through Deposits by them, section 5 of the said Act and all its other provisions are attracted to the case.

11. Now therefore, in exercise of the powers conferred by section 3 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 (Andhra Pradesh Act No.17 of 1999), the Government after careful examination of the matter hereby pass an ad-interim orders for attachment of immovable properties as shown in the annexure to this order, in respect of M/s. Sree Virat Marketing, Erramanzil Colony, Hyderabad, Mr.K. Srinivasula Reddy, Managing Director and his legal heirs, in order to protect the interest of the depositors of the said defaulted financial establishment.

12. The Commissioner of Police and Competent Authority, Hyderabad is requested to take necessary further action accordingly and as per the provisions of the said Act and Rules made thereunder in the matter, following due process and report compliance to the Government.

13. This order is available on Internet and can be accessed at address <http://goir.ap.gov.in/>

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

M. CHAYA RATAN  
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To  
The Commissioner of Police and Competent Authority,  
Hyderabad.

**Copy to:**

The concerned through the Commissioner of Police  
and Competent Authority, Hyderabad.

The Director General of Police, A.P., Hyderabad.

The Commissioner & Inspector General of Registration & Stamps,  
Andhra Pradesh, Hyderabad.

The O.S.D. to Minister for Home.

The P.S. to Special Chief Secretary to Government,  
Home Department.

The Law (E) Department.

SC/SF

//FORWARDED:BY ORDER//

SECTION OFFICER.

**ANNEXURE TO G.O.Ms.No. 159 , HOME (GENERAL.B) DEPARTMENT**

**IMMOVABLE PROPERTIES**

<b>Sl.No.</b>	<b>Sy.No.</b>	<b>Village</b>	<b>Owner of the Land/Name of the Vendor</b>	<b>Name of the Vendee</b>	<b>Land Measuring</b>	<b>Document No</b>	<b>Name of the Office of the SRO</b>	<b>Government Value Rs.</b>	<b>Market Value Rs.</b>
1.	225/U 229/U 228	Kacharam, Yadagirigutta Mandal of Nalgonda District.	Macha Sai Mallaiah	Sree Virat Marketing	1.00 acre	8227/2009	Yadagirigutta	3,38,800/-	12,00,000/-
2.	152/E 152	Pedda Kandukur Village, Tadlagudam, Yadagirigutta Mandal of Nalgonda District.	Sudagani Raju	K.Srinivasula Reddy (Accused)	1.00 acre	4834/2008	Yadagirigutta	3,38,800/-	18,00,000/-
3.	212/Aa 213/Aa	Pedda Kandukur Village, Tadlagudam, Yadagirigutta Mandal of Nalgonda District	Aacharla Istari	Sree Virat Marketing	3.13 acres	5292/2009	Yadagirigutta	11,26,500/-	59,85,000/-
4.	213/E 197/Aaa/1	Pedda Kandukur Village, Tadlagudam, Yadagirigutta Mandal of Nalgonda District	Battini Vijaya	Sree Virat Marketing	4.33 acres	5443/2009	Yadagirigutta	16,34,700/-	86,85,000/-
5.	196/Ru	Bahupeta, near Kacharam, Yadagirigutta	Md.Yaqoob Pasha	Sree Virat Marketing	2.04 acres	8511/2009	Yadagirigutta	7,11,480/-	37,80,000/-

6.	212/Uu	Pedda Kandukur Village, Tadlagudam, Yadagirigutta Mandal of Nalgonda District	Aasarla Rajaiah	Sree Virat Marketing	3.17 acres	5797/2009	Yadagirigutta	11,60,390/-	61,65,000/-
7.	201/Uu/3 212/Uu	Pedda Kandukur Village, Tadlagudam, Yadagirigutta Mandal of Nalgonda District	Aasarla Prabhakar	Sree Virat Marketing	1.27 acres	5798/2009	Yadagirigutta	5,67,490/-	30,15,000/-
8.	201/Aa 212/Aa 213/Aa	Tadlagudam Village, Yadagirigutta Mandal of Nalgonda District	Aasarla Srinivas	Sree Virat Marketing	4.13 acres	5943/2009	Yadagirigutta	14,65,310/-	77,85,000/-
9.	225/Uu 225/Ee 229/Ee	Kacharam Village, Yadagirigutta Mandal of Nalgonda District.	Macha Ballaiah & Sri Sailam	Sree Virat Marketing	2.23 acres	6804/2009	Yadagirigutta	8,72,410/-	46,35,000/-
10.	229/Aa	Kacharam Village, Yadagirigutta Mandal of Nalgonda District	A.N.Reddy, Vimala Devi	Sree Virat Marketing	1.09 acres	6803/2009	Yadagirigutta	4,15,030/-	22,05,000/-
11.	1061/Ee 1061/Ee/Eee 1055/Ee 1056/Uu	Alair Village, Yadagirigutta Mandal of Nalgonda District	Malla Reddy, Sambi Reddy, Chimmi Abbasailu	Sree Virat Marketing	13.22 acres	178/2010	Yadagirigutta	45,90,740/-	2,03,25,000/-
12.	191/Aa 192/Aa 193/Aa 213/2/Aa	Kacharam Village, Yadagirigutta Mandal of Nalgonda District	A.N.Reddy Narsi Reddy	Sree Virat Marketing	5.28 acres	191/2010	Yadagirigutta	19,31,160/-	85,50,000/-

13.	171/Eee	Kacharam Village, Yadagirigutta Mandal of Nalgonda District	Kallem Poshetti	Sree Virat Marketing	4.35 ½	672/2010	Yadagirigutta	16,55,880/-	73,30,000/-
14.	231/Ee/1	Kacharam Village, Yadagirigutta Mandal of Nalgonda District	A.N.Reddy Suvarna	Sree Virat Marketing	5.21	671/2010	Yadagirigutta	18,71,870/-	82,87,500/-
15.	212/Aa	Pedda Kandukur Village, Tadlagudam, Yadagirigutta Mandal of Nalgonda District	Aasarla Peeraiah	K.Srinivasula Reddy (Accused)	1.00 acre	3223/2009	Yadagirigutta	3,38,800/-	15,00,000/-
16.	231/Aa/1 222	Kacharam Village, Yadagirigutta Mandal of Nalgonda District	A.N.Reddy Narasimha Reddy	Sree Virat Marketing	4.00 acres	8512/2009	Yadagirigutta	13,55,200/-	60,00,000/-
17.	201/Ru 212/Ru 213/U/3	Tadlagudam Village, Yadagirigutta Mandal of Nalgonda District	Acharla Pradeep	Sree Virat Marketing	2.01 acres	6659/2009	Yadagirigutta	6,86,070/-	30,37,500/-
18.	225/Eee 229 231	Kacharam Village, Yadagirigutta Mandal of Nalgonda District	A.N.Reddy Butchi Reddy & Others	Sree Virat Marketing	9.31 acres	7838/2009	Yadagirigutta	33,11,770/-	1,46,62,500/-
19.	197/Ee	Pedda Kandukur Village, Tadlagudam, Yadagirigutta Mandal of Nalgonda District	Desi Sambasiva Reddy	K.Srinivasula Reddy (Accused)	8.00 acres	466/2009	Yadagirigutta	27,10,400/-	1,20,00,000/-

20.	231 229	Kacharam Village, Yadagirigutta Mandal of Nalgonda District	A.N.Reddy Malla Reddy	Sree Virat Marketing	8.00 acres	6772/2009	Yadagirigutta	27,10,400/-	1,20,00,000/-
21.	229 231	Kacharam Village, Yadagirigutta Mandal of Nalgonda District	Macha Bikshapathi	Sree Virat Marketing	1.21 acres	6802/2009	Yadagirigutta	5,22,340/-	22,87,500/-
22.	315/Ee	Raghunathpur Village, Gramakantam	Jitta Pandu	K.Srinivasula Reddy (Accused)	7,500 Sq.yards	11247/09	Yadagirigutta	11,01,100/-	37,50,000/-
23.	197/Ac	Peddakandur Gramakantam	D.Saroja	K.Srinivasula Reddy (Accused)	200 Sq. Yards	10028/09	Yadagirigutta	14,000/-	1,00,000/-
24.	197/E	Tadlagudam Village, Yadagirigutta Mandal of Nalgonda District	Panjala Bikshapathi @ Chinna Bikshapathi	K.Srinivasula Reddy (Accused)	2.00 acres	6598/2008	Yadagirigutta	6,77,600/-	30,00,000/-
							<b>Total</b>	<b>3,21,08,240/-</b>	<b>14,80,85,000/-</b>

M. CHAYA RATAN  
SPECIAL CHIEF SECRETARY TO GOVERNMENT



